

FISCAL NOTE
HB 3327 - SB 3266

February 21, 2004

SUMMARY OF BILL: Allows the Tennessee Board of Regents (TBR) to grant to any former chancellor of the TBR, the *emeritus* title. Under current law, the UT Board of Trustees may grant to any former president of the UT system the title *president emeritus*. The TBR may also grant to any former president of any college or university governed by the TBR a similar *emeritus* title. Provides that no former president or chancellor shall receive any compensation or remuneration for holding the *emeritus* title, unless the following conditions are met:

- The remuneration is for time actually spent by the former president or chancellor performing services for UT or the TBR.
- The remuneration of a former president shall not exceed 10% of the annual salary, excluding bonuses, of the current president of the institution at which the former president was employed.
- The remuneration of a former chancellor of the TBR system shall not exceed 10% of the annual salary, excluding bonuses, of the present chancellor of the TBR system.
- No part of the remuneration shall be paid in goods or services including, but not limited to, motor vehicles, or the use thereof, or housing. No gift of a motor vehicle or housing shall be made to a former president or chancellor on whom an *emeritus* title has been bestowed.

ESTIMATED FISCAL IMPACT:

Decrease State Expenditures - \$75,225

Assumes a decrease in state expenditures since, under the bill, the former president of the UT system or the former president of a college or university of the TBR system will be paid compensation not to exceed 10% of the current president of the UT system or current president of a TBR college or university. Such decrease in expenditures will depend upon the salary of the current president upon which the president emeritus' salary is based and is estimated to be \$75,225. There are currently nine persons holding *emeritus* title whose salary exceeds 10% of the current president's salary.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

